

U.S. Corporation Income Tax Return

For calendar year 2011 or tax year beginning _____, 2011, ending _____, _____

▶ See separate instructions.

OMB No. 1545-0123

2011

A Check if:		B Employer identification number								
1 a Consolidated return (attach Form 951) <input checked="" type="checkbox"/>	TYPE OR PRINT	74-2572814								
b Life/nonlife consolidated return <input type="checkbox"/>		C Date incorporated								
2 Personal holding co (attach Sch PH) <input type="checkbox"/>		7/01/1990								
3 Personal service corp (see instrs) <input type="checkbox"/>		D Total assets (see instructions)								
4 Schedule M-3 attached <input checked="" type="checkbox"/>			\$ 15,382,296.							
E Check if:		(1) Initial return		(2) Final return		(3) Name change		(4) Address change		
INCOME	1 a Merchant card and third-party payments. For 2011, enter -0-.....						1 a 0.			
	b Gross receipts or sales not reported on line 1a (see instructions).....						1 b 223,110,448.			
	c Total. Add lines 1a and 1b.....						1 c 223,110,448.			
	d Returns and allowances plus any other adjustments (see instructions)....						1 d			
	e Subtract line 1d from line 1c.....						1 e 223,110,448.			
	2 Cost of goods sold from Form 1125-A, line 8 (attach Form 1125-A).....						2 218,771,445.			
	3 Gross profit. Subtract line 2 from line 1e.....						3 4,339,003.			
	4 Dividends (Schedule C, line 19).....						4			
	5 Interest.....						5			
	6 Gross rents.....						6			
	7 Gross royalties.....						7			
DEDUCTIONS	8 Capital gain net income (attach Schedule D (Form 1120)).....						8			
	9 Net gain or (loss) from Form 4797, Part II, line 17 (attach Form 4797).....						9			
	10 Other income (see instructions — attach schedule).....						10			
	11 Total income. Add lines 3 through 10.....						11 4,339,003.			
	12 Compensation of officers from Form 1125-E, line 4 (attach Form 1125-E).....						12			
	13 Salaries and wages (less employment credits).....						13 2,097,524.			
	14 Repairs and maintenance.....						14 264,709.			
	15 Bad debts.....						15 200,000.			
	16 Rents.....						16 114,633.			
	17 Taxes and licenses.....						17 351,447.			
	18 Interest.....						18 206,880.			
	19 Charitable contributions.....						19			
	20 Depreciation from Form 4562 not claimed on Form 1125-A or elsewhere on return (attach Form 4562).....						20 385,368.			
	21 Depletion.....						21			
	22 Advertising.....						22 19,941.			
	23 Pension, profit-sharing, etc. plans.....						23			
	24 Employee benefit programs.....						24			
	25 Domestic production activities deduction (attach Form 8903).....						25			
26 Other deductions (attach schedule)..... See Statement 1.....						26 387,384.				
27 Total deductions. Add lines 12 through 26.....						27 4,027,886.				
28 Taxable income before net operating loss deduction and special deductions. Subtract line 27 from line 11.....						28 311,117.				
29 a Net operating loss deduction (see instructions).....						29 a				
b Special deductions (Schedule C, line 20).....						29 b				
c Add lines 29a and 29b.....						29 c				
TAXES AND REFUNDABLE CREDITS	30 Taxable income. Subtract line 29c from line 28 (see instructions).....						30 311,117.			
	31 Total tax (Schedule J, Part I, line 11).....						31 104,586.			
	32 Total payments and refundable credits (Schedule J, Part II, line 21).....						32 60,000.			
	33 Estimated tax penalty (see instructions). Check if Form 2220 is attached <input type="checkbox"/>						33			
	34 Amount owed. If line 32 is smaller than the total of lines 31 and 33, enter amount owed.....						34 44,586.			
	35 Overpayment. If line 32 is larger than the total of lines 31 and 33, enter amount overpaid.....						35			
	36 Enter amount from line 35 you want: Credited to 2012 estimated tax <input type="checkbox"/> Refunded <input checked="" type="checkbox"/>						36			

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer

Date

Vice-President

Title

May the IRS discuss this return with the preparer shown below (see instructions)?
☐ Yes ☒ No**Paid Preparer Use Only**

Print/Type preparer's name

Jim Plummer

Preparer's signature

Date

7/20/12

Check ☒ if

self-employed

PTIN

P01324847

Firm's name

JIM PLUMMER, CPA

Firm's EIN

Firm's address

PO BOX 671

Phone no.

(979) 836-5643

BRENHAM, TX 77834-0671

Schedule C Dividends and Special Deductions (see instructions)	(a) Dividends received	(b) Percentage	(c) Special deductions (a) x (b)
1 Dividends from less-than-20%-owned domestic corporations (other than debt-financed stock)		70	
2 Dividends from 20%-or-more-owned domestic corporations (other than debt-financed stock)		80	
3 Dividends on debt-financed stock of domestic and foreign corporations		see instructions	
4 Dividends on certain preferred stock of less-than-20%-owned public utilities		42	
5 Dividends on certain preferred stock of 20%-or-more-owned public utilities		48	
6 Dividends from less-than-20%-owned foreign corporations and certain FSCs		70	
7 Dividends from 20%-or-more-owned foreign corporations and certain FSCs		80	
8 Dividends from wholly owned foreign subsidiaries		100	
9 Total. Add lines 1 through 8. See instructions for limitation			
10 Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958		100	
11 Dividends from affiliated group members		100	
12 Dividends from certain FSCs		100	
13 Dividends from foreign corporations not included on lines 3, 6, 7, 8, 11, or 12			
14 Income from controlled foreign corporations under subpart F (attach Form(s) 5471)			
15 Foreign dividend gross-up			
16 IC-DISC and former DISC dividends not included on lines 1, 2, or 3			
17 Other dividends			
18 Deduction for dividends paid on certain preferred stock of public utilities			
19 Total dividends. Add lines 1 through 17. Enter here and on page 1, line 4			
20 Total special deductions. Add lines 9, 10, 11, 12, and 18. Enter here and on page 1, line 29b			

Schedule J Tax Computation and Payment (see instructions)**Part I – Tax Computation**

1	Check if the corporation is a member of a controlled group (attach Schedule O (Form 1120)).....	<input type="checkbox"/>	
2	Income tax. Check if a qualified personal service corporation (see instructions).....	<input type="checkbox"/>	104,586.
3	Alternative minimum tax (attach Form 4626).....		
4	Add lines 2 and 3.....		104,586.
5a	Foreign tax credit (attach Form 1118).....	5a	
5b	Credit from Form 8834, line 30 (attach Form 8834).....	5b	
5c	General business credit (attach Form 3800).....	5c	
5d	Credit for prior year minimum tax (attach Form 8827).....	5d	
5e	Bond credits from Form 8912.....	5e	
6	Total credits. Add lines 5a through 5e.....	6	
7	Subtract line 6 from line 4.....	7	104,586.
8	Personal holding company tax (attach Schedule PH (Form 1120)).....	8	
9a	Recapture of investment credit (attach Form 4255).....	9a	
9b	Recapture of low-income housing credit (attach Form 8611).....	9b	
9c	Interest due under the look-back method – completed long-term contracts (attach Form 8697).....	9c	
9d	Interest due under the look-back method – income forecast method (attach Form 8866).....	9d	
9e	Alternative tax on qualifying shipping activities (attach Form 8902).....	9e	
9f	Other (see instructions – attach schedule).....	9f	
10	Total. Add lines 9a through 9f.....	10	
11	Total tax. Add lines 7, 8, and 10. Enter here and on page 1, line 31.....	11	104,586.

Part II – Payments and Refundable Credits

12	2010 overpayment credited to 2011.....	12	
13	2011 estimated tax payments.....	13	60,000.
14	2011 refund applied for on Form 4466.....	14	
15	Combine lines 12, 13, and 14.....	15	60,000.
16	Tax deposited with Form 7004.....	16	
17	Withholding (see instructions).....	17	
18	Total payments. Add lines 15, 16 and 17.....	18	60,000.
19	Refundable credits from:		
19a	Form 2439.....	19a	
19b	Form 4136.....	19b	
19c	Form 3800, line 17c and Form 8827, line 8c.....	19c	
19d	Other (attach schedule – see instructions).....	19d	
20	Total credits. Add lines 19a through 19d.....	20	
21	Total payments and credits. Add lines 18 and 20. Enter here and on page 1, line 32.....	21	60,000.

Schedule K Other Information (see instructions)

1	Check accounting method a <input type="checkbox"/> Cash b <input checked="" type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) ▶	Yes	No
2	See the instructions and enter the:		
a	Business activity code no. ▶ 424700		
b	Business activity ▶ WHOLESALE DISTRI.		
c	Product or service ▶ PETROLEUM PRODUCT		
3	Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group?..... If 'Yes,' enter name and EIN of the parent corporation ▶		X
4	At the end of the tax year:		
a	Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If 'Yes,' complete Part I of Schedule G (Form 1120) (attach Schedule G).....		X
b	Did any individual or estate own, directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote? If 'Yes,' complete Part II of Schedule G (Form 1120) (attach Schedule G).....	X	

Schedule K Other Information continued (see instructions)**5** At the end of the tax year, did the corporation:

- a** Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation not included on **Form 851**, Affiliations Schedule? For rules of constructive ownership, see instructions

If 'Yes,' complete (i) through (iv) below.

(i) Name of Corporation	(ii) Employer Identification Number (if any)	(iii) Country of Incorporation	(iv) Percentage Owned in Voting Stock

- b** Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions

If 'Yes,' complete (i) through (iv) below.

(i) Name of Entity	(ii) Employer Identification Number (if any)	(iii) Country of Organization	(iv) Maximum Percentage Owned in Profit, Loss, or Capital

- 6** During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See sections 301 and 316.)

If 'Yes,' file **Form 5452**, Corporate Report of Nondividend Distributions.If this is a consolidated return, answer here for the parent corporation and on **Form 851** for each subsidiary

- 7** At any time during the tax year, did one foreign person own, directly or indirectly, at least 25% of (a) the total voting power of all classes of the corporation's stock entitled to vote or (b) the total value of all classes of the corporation's stock?

For rules of attribution, see section 318. If 'Yes,' enter:

(i) Percentage owned ▶ and (ii) Owner's country ▶

(c) The corporation may have to file **Form 5472**, Information Return of a 25% Foreign-Owned U.S. Corporation or a Foreign Corporation Engaged in a U.S. Trade or Business. Enter the number of Forms 5472 attached ▶

- 8** Check this box if the corporation issued publicly offered debt instruments with original issue discount. ☐

If checked, the corporation may have to file **Form 8281**, Information Return for Publicly Offered Original Issue Discount Instruments.

- 9** Enter the amount of tax-exempt interest received or accrued during the tax year ▶ \$ None

- 10** Enter the number of shareholders at the end of the tax year (if 100 or fewer) ▶ 4

- 11** If the corporation has an NOL for the tax year and is electing to forego the carryback period, check here. ☐

If the corporation is filing a consolidated return, the statement required by Regulations section 1.1502-21(b)(3) must be attached or the election will not be valid.

- 12** Enter the available NOL carryover from prior tax years (do not reduce it by any deduction on line 29a.) ▶ \$ None

- 13** Are the corporation's total receipts (line 1c plus lines 4 through 10 on page 1) for the tax year and its total assets at the end of the tax year less than \$250,000?

If 'Yes,' the corporation is not required to complete Schedules L, M-1, and M-2 on page 5. Instead, enter the total amount of cash distributions and the book value property distributions (other than cash) made during the tax year. ▶ \$

- 14** Is the corporation required to file Schedule UTP (Form 1120), Uncertain Tax Position Statement (see instructions)?

If 'Yes,' complete and attach Schedule UTP.

- 15a** Did the corporation make any payments in 2011 that would require it to file Form(s) 1099 (see instructions)?

- b** If 'Yes,' did or will the corporation file all required Forms 1099?

Cost of Goods Sold

OMB No. 1545-2225

► Attach to Form 1120, 1120-C, 1120-F, 1120-S, 1065, and 1065-B.

Name

Employer identification number

ALEXANDER OIL COMPANY

74-2572814

1	Inventory at beginning of year	1	323,351.
2	Purchases	2	218,797,240.
3	Cost of labor	3	
4	Additional section 263A costs (attach schedule)	4	
5	Other costs (attach schedule)	5	
6	Total. Add lines 1 through 5	6	219,120,591.
7	Inventory at end of year	7	349,146.
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return (see instructions)	8	218,771,445.

9a Check all methods used for valuing closing inventory:

- (i) ☒ Cost
 (ii) ☐ Lower of cost or market
 (iii) ☐ Other (Specify method used and att. expl.)

b Check if there was a writedown of subnormal goods

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970)

d If the LIFO inventory method was used for this tax year, enter amount of closing inventory computed under LIFO. **9d**

e If property is produced or acquired for resale, do the rules of section 263A apply to the corporation? ☐ Yes ☒ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation ☐ Yes ☒ No

BAA For Paperwork Reduction Act Notice, see separate instructions.

Form 1125-A (12-2011)

SCHEDULE B
(Form 1120)(December 2009)
Department of the Treasury
Internal Revenue Service**Additional Information for Schedule M-3 Filers**

- **Attach to Form 1120.**
► **See Instructions.**

OMB No. 1545-0123

Name

ALEXANDER OIL COMPANY

Employer identification number (EIN)

74-2572814

	Yes	No
1 Do the amounts reported on Schedule M-3 (Form 1120), Part II, lines 9 or 10, column (d), reflect allocations to this corporation from a partnership of income, gain, loss, deduction, or credit that are disproportionate to this corporation's capital contribution to the partnership or its ratio for sharing other items of the partnership?		X
2 At any time during the tax year, did the corporation sell, exchange, or transfer any interest in an intangible asset to a related person as defined in section 267(b)?		X
3 At any time during the tax year, did the corporation acquire any interest in an intangible asset from a related person as defined in section 267(b)?		X
4a During the tax year, did the corporation enter into a cost-sharing arrangement with any related foreign party on whose behalf the corporation did not file Form 5471, Information Return of U.S. Persons With Respect To Certain Foreign Corporations?		X
b At any time during the tax year, was the corporation a participant in a cost-sharing arrangement with any related foreign party on whose behalf the corporation did not file Form 5471?		X
5 At any time during the tax year, did the corporation make any change in accounting principle for financial accounting purposes? See instructions for the definition of change in accounting principle		X
6 At any time during the tax year, did the corporation make any change in a method of accounting for U.S. income tax purposes?		X
7 At any time during the tax year, did the corporation own any voluntary employees' beneficiary association (VEBA) trusts that were used to hold funds designated for employee benefits?		X
8 At any time during the tax year, did the corporation use an allocation method for indirect costs capitalized to self-constructed assets that varied from its financial method of accounting?		X
9 At any time during the tax year, did the corporation treat for tax purposes indirect costs, as defined in Regulations sections 1.263A-1(e)(3)(ii)(F), (G), and (H), as mixed-service costs, as defined in Regulations section 1.263(A)-1(e)(4)(ii)(C)?		X
10 Did the corporation, under section 118 or 362(c) and the related regulations, take a return filing position characterizing any amount as a contribution to the capital of the corporation during the tax year by any non-shareholders? Amounts so characterized may include, without limitation, incentives, inducements, money, and property		X

BAA For Paperwork Reduction Act Notice, see the Instructions for Form 1120.

Schedule B (Form 1120) (12-2009)

Department of the Tre

Department of the Treasury
Internal Revenue Service

Information on Certain Persons Owning the Corporation's Voting Stock

► Attach to Form 1120.

► See instructions.

OMB No. 1545-0123

Name _____

Employer identification number (EIN)

ALEXANDER OIL COMPANY

74-2572814

Part I Certain Entities Owning the Corporation's Voting Stock. (Form 1120, Schedule K, Question 4a).

Certain Entities Owning the Corporation's Voting Stock. (Form 1120, Schedule K, Question 4c)
Complete columns (i) through (v) below for any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization that owns directly 20% or more, or owns, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote (see instructions).

[illegible]

Part III **Certain Individuals and Estates Owning the Corporation's Voting Stock.** (Form 1120, Schedule K, Question 4b).

Complete columns (i) through (iv) below for any individual or estate that owns directly 20% or more, or owns, directly or indirectly, 50% or more of the total voting power of all classes of the corporation's stock entitled to vote (see instructions).

[illegible]

SCHEDULE M-3
(Form 1120)

Department of the Treasury
Internal Revenue Service

**Net Income (Loss) Reconciliation for Corporations
With Total Assets of \$10 Million or More**

▶ Attach to Form 1120 or 1120-C.
▶ See separate instructions.

OMB No. 1545-0123

2011

Name of corporation (common parent, if consolidated return)

ALEXANDER OIL COMPANY

Employer identification number

74-2572814

Check applicable box(es):

(1) ☒ Non-consolidated return
(3) ☐ Mixed 1120/L/PC group

(2) ☐ Consolidated return (Form 1120 only)

(4) ☐ Dormant subsidiaries schedule attached

Part I Financial Information and Net Income (Loss) Reconciliation (see instructions)

1a Did the corporation file SEC Form 10-K for its income statement period ending with or within this tax year?

- ☐ Yes. Skip lines 1b and 1c and complete lines 2a through 11 with respect to that SEC Form 10-K.
☒ No. Go to line 1b. See instructions if multiple non-tax-basis income statements are prepared.

b Did the corporation prepare a certified audited non-tax-basis income statement for that period?

- ☐ Yes. Skip line 1c and complete lines 2a through 11 with respect to that income statement.
☒ No. Go to line 1c.

c Did the corporation prepare a non-tax-basis income statement for that period?

- ☒ Yes. Complete lines 2a through 11 with respect to that income statement.
☐ No. Skip lines 2a through 3c and enter the corporation's net income (loss) per its books and records on line 4a.

2a Enter the income statement period: Beginning 1/01/11 Ending 12/31/11

b Has the corporation's income statement been restated for the income statement period on line 2a?

- ☐ Yes. (If 'Yes', attach an explanation and the amount of each item restated.)
☒ No.

c Has the corporation's income statement been restated for any of the five income statement periods preceding the period on line 2a?

- ☐ Yes. (If 'Yes', attach an explanation and the amount of each item restated.)
☒ No.

3a Is any of the corporation's voting common stock publicly traded?

- ☐ Yes.
☒ No. If 'No', go to line 4a.

b Enter the symbol of the corporation's primary U.S. publicly traded voting common stock

c Enter the nine-digit CUSIP number of the corporation's primary publicly traded voting common stock

4a Worldwide consolidated net income (loss) from income statement source identified in Part I, line 1 **4a** 211,329.

b Indicate accounting standard used for line 4a (see instructions):

(1) ☒ GAAP (2) ☐ IFRS (3) ☐ Statutory (4) ☐ Tax-basis (5) ☐ Other (specify)

5a Net income from nonincludible foreign entities (attach schedule) **5a**

b Net loss from nonincludible foreign entities (attach schedule and enter as a positive amount) **5b**

6a Net income from nonincludible U.S. entities (attach schedule) **6a**

b Net loss from nonincludible U.S. entities (attach schedule and enter as a positive amount) **6b**

7a Net income (loss) of other includible foreign disregarded entities (attach schedule) **7a**

b Net income (loss) of other includible U.S. disregarded entities (attach schedule) **7b**

c Net income (loss) of other includible entities (attach schedule) **7c**

8 Adjustment to eliminations of transactions between includible entities and nonincludible entities (attach schedule) **8**

9 Adjustment to reconcile income statement period to tax year (attach schedule) **9**

10a Intercompany dividend adjustments to reconcile to line 11 (attach schedule) **10a**

b Other statutory accounting adjustments to reconcile to line 11 (attach schedule) **10b**

c Other adjustments to reconcile to amount on line 11 (attach schedule) **10c**

11 Net income (loss) per income statement of includible corporations. Combine lines 4 through 10. **11** 211,329.

Note. Part I, line 11, must equal the amount on Part II, line 30, column (a), and Schedule M-2, line 2.

12 Enter the total amount (not just the corporation's share) of the assets and liabilities of all entities included or removed on the following lines:

	Total Assets	Total Liabilities
a Included on Part I, line 4	15,382,296.	11,111,858.
b Removed on Part I, line 5		
c Removed on Part I, line 6		
d Included on Part I, line 7		

Name of corporation (common parent, if consolidated return)

Employer identification number

ALEXANDER OIL COMPANY

74-2572814

Check applicable box(es): (1) ☐ Consolidated group (2) ☐ Parent corp (3) ☐ Consolidated eliminations (4) ☐ Subsidiary corp (5) ☐ Mixed 1120/L/PC groupCheck if a sub-consolidated: (6) ☐ 1120 group (7) ☐ 1120 eliminations

Name of subsidiary (if consolidated return)

Employer identification number

Part II Reconciliation of Net Income (Loss) per Income Statement of Includible Corporations With Taxable Income per Return (see instructions)

Income (Loss) Items (Attach schedules for lines 1 through 11)	(a) Income (Loss) per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Income (Loss) per Tax Return
1 Income (loss) from equity method foreign corporations				
2 Gross foreign dividends not previously taxed				
3 Subpart F, QEF, and similar income inclusions				
4 Section 78 gross-up				
5 Gross foreign distributions previously taxed				
6 Income (loss) from equity method U.S. corporations				
7 U.S. dividends not eliminated in tax consolidation				
8 Minority interest for includible corporations				
9 Income (loss) from U.S. partnerships				
10 Income (loss) from foreign partnerships				
11 Income (loss) from other pass-through entities				
12 Items relating to reportable transactions (attach details)				
13 Interest income (attach Form 8916-A)				
14 Total accrual to cash adjustment				
15 Hedging transactions				
16 Mark-to-market Income (loss)				
17 Cost of goods sold (attach Form 8916-A)	-218,771,445.			-218,771,445.
18 Sale versus lease (for sellers and/or lessors)				
19 Section 481(a) adjustments				
20 Unearned/deferred revenue				
21 Income recognition from long-term contracts				
22 Original issue discount and other imputed interest				
23a Income statement gain/loss on sale, exchange, abandonment, worthlessness, or other disposition of assets other than inventory and pass-through entities				
b Gross capital gains from Schedule D, excluding amounts from pass-through entities				
c Gross capital losses from Schedule D, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses				
d Net gain/loss reported on Form 4797, line 17, excluding amounts from pass-through entities, abandonment losses, and worthless stock losses				
e Abandonment losses				
f Worthless stock losses (attach details)				
g Other gain/loss on disposition of assets other than inventory				
24 Capital loss limitation and carryforward used				
25 Other income (loss) items with differences (attach schedule)				
26 Total income (loss) items. Combine lines 1 through 25	-218,771,445.			-218,771,445.
27 Total expense/deduction items (from Part III, line 38)	-485,156.		99,788.	-385,368.
28 Other items with no differences	219,467,930.			219,467,930.
29a Mixed groups, see instructions. All others, combine lines 26 through 28	211,329.	0.	99,788.	311,117.
b PC insurance subgroup reconciliation totals				
c Life insurance subgroup reconciliation totals				
30 Reconciliation totals. Combine lines 29a through 29c	211,329.	0.	99,788.	311,117.

Note. Line 30, column (a) must equal the amount on Part I, line 11, and column (d) must equal Form 1120, page 1, line 28.

Schedule M-3 (Form 1120) 2011

Name of corporation (common parent, if consolidated return)

Employer identification number

ALEXANDER OIL COMPANY

74-2572814

Check applicable box(es): (1) ☐ Consolidated group (2) ☐ Parent corp (3) ☐ Consolidated eliminations (4) ☐ Subsidiary corp (5) ☐ Mixed 1120/L/PC groupCheck if a sub-consolidated: (6) ☐ 1120 group (7) ☐ 1120 eliminations

Name of subsidiary (if consolidated return)

Employer identification number

Part III Reconciliation of Net Income (Loss) per Income Statement of Includible Corporations With Taxable Income per Return – Expense/Deduction Items (see instructions)

Expense/Deduction Items	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1 U.S. current income tax expense	60,000.		-60,000.	
2 U.S. deferred income tax expense				
3 State and local current income tax expense ..				
4 State and local deferred income tax expense ..				
5 Foreign current income tax expense (other than foreign withholding taxes)				
6 Foreign deferred income tax expense				
7 Foreign withholding taxes				
8 Interest expense (attach Form 8916-A)				
9 Stock option expense				
10 Other equity-based compensation				
11 Meals and entertainment	20,000.		-20,000.	
12 Fines and penalties				
13 Judgments, damages, awards, and similar costs				
14 Parachute payments				
15 Compensation with section 162(m) limitation ..				
16 Pension and profit-sharing				
17 Other post-retirement benefits				
18 Deferred compensation				
19 Charitable contribution of cash and tangible property				
20 Charitable contribution of intangible property ..				
21 Charitable contribution limitation/carryforward ..				
22 Domestic production activities deduction				
23 Current year acquisition or reorganization investment banking fees				
24 Current year acquisition or reorganization legal and accounting fees				
25 Current year acquisition/reorganization other costs				
26 Amortization/impairment of goodwill				
27 Amortization of acquisition, reorganization, and start-up costs				
28 Other amortization or impairment write-offs ..				
29 Section 198 environmental remediation costs ..				
30 Depletion				
31 Depreciation	405,156.		-19,788.	385,368.
32 Bad debt expense				
33 Corporate owned life insurance premiums				
34 Purchase versus lease (for purchasers and/or lessees)				
35 Research and development costs				
36 Section 118 exclusion (att sch)				
37 Other expense/deduction items with differences (attach schedule)				
38 Total expense/deduction items. Combine lines 1 through 37. Enter here and on Part II, line 27, reporting positive amounts as negative and negative amounts as positive ..	485,156.		-99,788.	385,368.

2011Department of the Treasury
Internal Revenue Service

► Attach to Schedule M-3 for Form 1065, 1120, 1120-L, 1120-PC, or 1120S.

Name of common parent

ALEXANDER OIL COMPANY

Name of subsidiary

Employer identification number

74-2572814

Employer identification number

Part I Cost of Goods Sold

Cost of Goods Sold Items	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1 Amounts attributable to cost flow assumptions . . .	218,771,445.			218,771,445.
2 Amounts attributable to:				
a Stock option expense				
b Other equity based compensation				
c Meals and entertainment				
d Parachute payments				
e Compensation with section 162(m) limitation				
f Pension and profit sharing				
g Other post-retirement benefits				
h Deferred compensation				
i Section 198 environmental remediation costs				
j Amortization				
k Depletion				
l Depreciation				
m Corporate owned life insurance premiums				
n Other section 263A costs				
3 Inventory shrinkage accruals				
4 Excess inventory and obsolescence reserves				
5 Lower of cost or market write-downs				
6 Other items with differences (attach schedule)				
7 Other items with no differences				
8 Total cost of goods sold. Add lines 1 through 7, in columns a, b, c, and d	218,771,445.	0.	0.	218,771,445.

BAA For Paperwork Reduction Act Notice, see separate instructions.Form **8916-A** (2011)

Part II Interest Income

	Interest Income Item	(a) Income (Loss) per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Income (Loss) per Tax Return
1	Tax-exempt interest income				
2	Interest income from hybrid securities				
3	Sale/lease interest income				
4a	Intercompany interest income – From outside tax affiliated group				
4b	Intercompany interest income – From tax affiliated group				
5	Other interest income				
6	Total interest income. Add lines 1 through 5. Enter total on Schedule M-3 (Forms 1120, 1120-PC, and 1120-L), Part II, line 13 or Schedule M-3 (Forms 1065 and 1120S) Part II, line 11	0.	0.	0.	0.

Part III Interest Expense

	Interest Expense Item	(a) Expense per Income Statement	(b) Temporary Difference	(c) Permanent Difference	(d) Deduction per Tax Return
1	Interest expense from hybrid securities				
2	Lease/purchase interest expense				
3a	Intercompany interest expense – Paid to outside tax affiliated group				
3b	Intercompany interest expense – Paid to tax affiliated group				
4	Other interest expense				
5	Total interest expense. Add lines 1 through 4. Enter total on Schedule M-3 (Form 1120) Part III, line 8; Schedule M-3 (Forms 1120-PC and 1120-L), Part III, line 36; Schedule M-3 (Form 1065) Part III, line 27; or Schedule M-3 (Form 1120S) Part III, line 26	0.	0.	0.	0.

Form 8916-A (2011)

Form **4562**Department of the Treasury
Internal Revenue Service (99)**Depreciation and Amortization**
(Including Information on Listed Property)

▶ See separate instructions. ▶ Attach to your tax return.

OMB No. 1545-0172

2011Attachment
Sequence No. **179**

Name(s) shown on return

ALEXANDER OIL COMPANY

Identifying number

74-2572814

Business or activity to which this form relates

Form **1120****Part I Election To Expense Certain Property Under Section 179**

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions).....	1	500,000.
2	Total cost of section 179 property placed in service (see instructions).....	2	267,456.
3	Threshold cost of section 179 property before reduction in limitation (see instructions).....	3	2,000,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-.....	4	0.
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions.....	5	500,000.
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
	5-Year ATC - 2011 Items	256,051.	256,051.
	5-Year AOC - 2011 Items	11,405.	11,405.
7	Listed property. Enter the amount from line 29.....	7	0.
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7.....	8	267,456.
9	Tentative deduction. Enter the smaller of line 5 or line 8.....	9	267,456.
10	Carryover of disallowed deduction from line 13 of your 2010 Form 4562.....	10	0.
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instrs).....	11	500,000.
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11.....	12	267,456.
13	Carryover of disallowed deduction to 2012. Add lines 9 and 10, less line 12.....	13	0.

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions).....	14	
15	Property subject to section 168(f)(1) election.....	15	
16	Other depreciation (including ACRS).....	16	

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2011.....	17	116,137.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

Section B - Assets Placed in Service During 2011 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property.....						
b 5-year property.....						
c 7-year property.....						
d 10-year property.....						
e 15-year property.....						
f 20-year property.....						
g 25-year property.....			25 yrs		S/L	
h Residential rental property.....			27.5 yrs	MM	S/L	
i Nonresidential real property.....			27.5 yrs	MM	S/L	
			39 yrs	MM	S/L	

Section C - Assets Placed in Service During 2011 Tax Year Using the Alternative Depreciation System

20a Class life.....				S/L	
b 12-year.....		12 yrs		S/L	
c 40-year.....		40 yrs	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28.....	21	1,775.
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instructions.....	22	385,368.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs.....	23	

BAA For Paperwork Reduction Act Notice, see separate instructions.

FDI20812L 05/20/11

Form **4562** (2011)

Part V Listed Property (Include automobiles, certain other vehicles, certain computers, and property used for entertainment, recreation, or amusement.)

Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A – Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No								24b If 'Yes,' is the evidence written? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/Convention	(h) Depreciation deduction	(i) Elected section 179 cost	
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see instructions).....								25	
26 Property used more than 50% in a qualified business use:									
Cadillac	7/01/03	100.0	41,250.	41,250.	5.0	S/L HY	1,775.		
Old Items	12/01/92	100.0	67,685.	67,685.	5.0	S/L HY			
27 Property used 50% or less in a qualified business use:									
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1.....								28	1,775.
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1.....								29	0.

Section B – Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other 'more than 5% owner,' or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
30 Total business/investment miles driven during the year (do not include commuting miles).....												
31 Total commuting miles driven during the year.....												
32 Total other personal (noncommuting) miles driven.....												
33 Total miles driven during the year. Add lines 30 through 32.....												
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
34 Was the vehicle available for personal use during off-duty hours?.....												
35 Was the vehicle used primarily by a more than 5% owner or related person?.....												
36 Is another vehicle available for personal use?.....												

Section C – Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see instructions).

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?.....		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners.....		
39 Do you treat all use of vehicles by employees as personal use?.....		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles; and retain the information received?.....		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions.).....		
Note: If your answer to 37, 38, 39, 40, or 41 is 'Yes,' do not complete Section B for the covered vehicles.		

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2011 tax year (see instructions):					
43 Amortization of costs that began before your 2011 tax year.....					43
44 Total. Add amounts in column (f). See the instructions for where to report.....					44

Form **4626**Department of the Treasury
Internal Revenue Service**Alternative Minimum Tax — Corporations**▶ See separate instructions.
▶ Attach to the corporation's tax return.

OMB No. 1545-0175

2011

Name

ALEXANDER OIL COMPANY

Employer identification number

74-2572814**Note:** See the instructions to find out if the corporation is a small corporation exempt from the alternative minimum tax (AMT) under section 55(e).

1	Taxable income or (loss) before net operating loss deduction	1	311,117.
2	Adjustments and preferences:		
a	Depreciation of post-1986 property	2a	-28,117.
b	Amortization of certified pollution control facilities	2b	
c	Amortization of mining exploration and development costs	2c	
d	Amortization of circulation expenditures (personal holding companies only)	2d	
e	Adjusted gain or loss	2e	
f	Long-term contracts	2f	
g	Merchant marine capital construction funds	2g	
h	Section 833(b) deduction (Blue Cross, Blue Shield, and similar type organizations only)	2h	
i	Tax shelter farm activities (personal service corporations only)	2i	
j	Passive activities (closely held corporations and personal service corporations only)	2j	
k	Loss limitations	2k	
l	Depletion	2l	
m	Tax-exempt interest income from specified private activity bonds	2m	
n	Intangible drilling costs	2n	
o	Other adjustments and preferences	2o	
3	Pre-adjustment alternative minimum taxable income (AMTI). Combine lines 1 through 2o	3	283,000.
4	Adjusted current earnings (ACE) adjustment:		
a	ACE from line 10 of the ACE worksheet in the instructions	4a	283,000.
b	Subtract line 3 from line 4a. If line 3 exceeds line 4a, enter the difference as a negative amount (see instructions)	4b	
c	Multiply line 4b by 75% (.75). Enter the result as a positive amount	4c	
d	Enter the excess, if any, of the corporation's total increases in AMTI from prior year ACE adjustments over its total reductions in AMTI from prior year ACE adjustments (see instructions). Note: You must enter an amount on line 4d (even if line 4b is positive)	4d	0.
e	ACE adjustment.		
	• If line 4b is zero or more, enter the amount from line 4c	4e	0.
	• If line 4b is less than zero, enter the smaller of line 4c or line 4d as a negative amount		
5	Combine lines 3 and 4e. If zero or less, stop here; the corporation does not owe any AMT	5	283,000.
6	Alternative tax net operating loss deduction (see instructions)	6	
7	Alternative minimum taxable income. Subtract line 6 from line 5. If the corporation held a residual interest in a REMIC, see instructions	7	283,000.
8	Exemption phase-out (if line 7 is \$310,000 or more, skip lines 8a and 8b and enter -0- on line 8c):		
a	Subtract \$150,000 from line 7 (if completing this line for a member of a controlled group, see instructions). If zero or less, enter -0-	8a	133,000.
b	Multiply line 8a by 25% (.25)	8b	33,250.
c	Exemption. Subtract line 8b from \$40,000 (if completing this line for a member of a controlled group, see instructions). If zero or less, enter -0-	8c	6,750.
9	Subtract line 8c from line 7. If zero or less, enter -0-	9	276,250.
10	Multiply line 9 by 20% (.20)	10	55,250.
11	Alternative minimum tax foreign tax credit (AMTFTC) (see instructions)	11	
12	Tentative minimum tax. Subtract line 11 from line 10	12	55,250.
13	Regular tax liability before applying all credits except the foreign tax credit	13	104,586.
14	Alternative minimum tax. Subtract line 13 from line 12. If zero or less, enter -0-. Enter here and on Form 1120, Schedule J, line 3, or the appropriate line of the corporation's income tax return	14	0.

BAA For Paperwork Reduction Act Notice, see the instructions.

Form 4626 (2011)

Client 1

ALEXANDER OIL COMPANY

74-2572814

7/20/12

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Statement 1
Form 1120, Line 26
Other Deductions

Dues and Subscriptions.....	\$	29,346.
Legal and Professional.....		58,509.
Nondeductible Items.....		-20,000.
Office Expense.....		52,193.
Other.....		59,820.
Travel.....		127,185.
Utilities.....		80,331.
Total	\$	<u>387,384.</u>

Statement 2
Form 1120, Schedule L, Line 6
Other Current Assets

	Beginning	Ending
Prepayments.....	\$ 180,672.	\$ 76,722.
Total	<u>\$ 180,672.</u>	<u>\$ 76,722.</u>

Statement 3
Form 1120, Schedule L, Line 9
Other Investments

	Beginning	Ending
Real Estate.....	\$ 163,785.	\$ 163,785.
Total	<u>\$ 163,785.</u>	<u>\$ 163,785.</u>

Statement 4
Form 1120, Schedule L, Line 14
Other Assets

	Beginning	Ending
Due from Affiliates.....	\$ 358,258.	\$ 457,911.
Total	<u>\$ 358,258.</u>	<u>\$ 457,911.</u>

Statement 5
Form 1120, Schedule M-2, Line 3
Other Increases

Prior Year Mgmt Fee.....	Total	\$ 140,000.
		<u>\$ 140,000.</u>

Form **1120-W**

(WORKSHEET)

Department of the Treasury
Internal Revenue Service**Estimated Tax for Corporations**

For calendar year 2012, or tax year

beginning _____, 2012, and ending _____,

(Keep for the corporation's records - Do not send to the Internal Revenue Service.)

OMB No. 1545-0075

2012

Name

Employer identification no.

74-2572814

ALEXANDER OIL COMPANY**Estimated Tax Computation**

1	Taxable income expected for the tax year.....	1	311,117.	
Qualified personal service corporations (defined in the instructions), skip lines 2 through 13 and go to line 14. Members of a controlled group, see instructions.				
2	Enter the smaller of line 1 or \$50,000.....	2	50,000.	
3	Multiply line 2 by 15%.....	3		7,500.
4	Subtract line 2 from line 1.....	4	261,117.	
5	Enter the smaller of line 4 or \$25,000.....	5	25,000.	
6	Multiply line 5 by 25%.....	6		6,250.
7	Subtract line 5 from line 4.....	7	236,117.	
8	Enter the smaller of line 7 or \$9,925,000.....	8	236,117.	
9	Multiply line 8 by 34%.....	9		80,280.
10	Subtract line 8 from line 7.....	10		
11	Multiply line 10 by 35%.....	11		
12	If line 1 is greater than \$100,000, enter the smaller of (a) 5% of the excess over \$100,000 or (b) \$11,750. Otherwise, enter -0-.....	12		10,556.
13	If line 1 is greater than \$15 million, enter the smaller of (a) 3% of the excess over \$15 million or (b) \$100,000. Otherwise, enter -0-.....	13		0.
14	Add lines 3, 6, 9, and 11 through 13. (Qualified personal service corporations, multiply line 1 by 35%.).....	14		104,586.
15	Alternative minimum tax (see instructions).....	15		
16	Total. Add lines 14 and 15.....	16		104,586.
17	Tax credits (see instructions).....	17		
18	Subtract line 17 from line 16.....	18		104,586.
19	Other taxes (see instructions).....	19		
20	Total tax. Add lines 18 and 19.....	20		104,586.
21	Credit for federal tax paid on fuels (see instructions).....	21		
22	Subtract line 21 from line 20. Note: If the result is less than \$500, the corporation is not required to make estimated tax payments.....	22		104,586.
23a	Enter the tax shown on the corporation's 2011 tax return (see instructions). Caution: If the tax is zero or the tax year was for less than 12 months, skip this line and enter the amount from line 22 on line 23b.....	23a		
23b	Enter the smaller of line 22 or line 23a. If the corporation is required to skip line 23a, enter the amount from line 22.....	23b		104,588.
24	Installment due dates (see instructions).....	24		
		(a)	(b)	(c)
		4/16/12	6/15/12	9/17/12
				12/17/12
25	Required installments. Enter 25% of line 23b in columns (a) through (d). If the corporation uses the annualized income installment method or adjusted seasonal installment method or is a 'large corporation,' see the instructions for the amount to enter.....	25	26,147.	26,147.
			26,147.	26,147.

BAA For Paperwork Reduction Act Notice, see the separate instructions.

OPCA0501L 02/02/12

Form 1120-W (2012)

2011

Federal Income Tax Summary

Page 1

Client 1

ALEXANDER OIL COMPANY

74-2572814

7/20/12

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	2011	2010	Diff
INCOME			
Gross receipts less returns/allowance....	223,110,448	160,574,504	62,535,944
Cost of goods sold.....	218,771,445	156,237,336	62,534,109
Gross Profit.....	4,339,003	4,337,168	1,835
Total income.....	4,339,003	4,337,168	1,835
DEDUCTIONS			
Compensation of officers.....	0	400,000	-400,000
Salaries/wages less employment credits..	2,097,524	1,837,977	259,547
Repairs and maintenance.....	264,709	220,410	44,299
Bad debts.....	200,000	158,273	41,727
Rents.....	114,633	52,763	61,870
Taxes and licenses.....	351,447	0	351,447
Interest.....	206,880	171,791	35,089
Depreciation.....	385,368	414,952	-29,584
Advertising.....	19,941	21,556	-1,615
Other deductions.....	387,384	864,413	-477,029
Total deductions.....	4,027,886	4,142,135	-114,249
TAXABLE INCOME			
Taxable income (line 28).....	311,117	195,033	116,084
Taxable income.....	311,117	195,033	116,084
TAX COMPUTATION			
Income tax.....	104,586	59,313	45,273
Total tax.....	104,586	59,313	45,273
PAYMENTS AND CREDITS			
Estimated tax payments.....	60,000	55,000	5,000
Total payments and credits.....	60,000	55,000	5,000
REFUND OR AMOUNT DUE			
Overpayment.....	0	0	0
Underpayment penalty.....	0	34	-34
Tax due.....	44,586	4,347	40,239
SCHEDULE L			
Beginning Assets.....	13,927,261	11,757,278	2,169,983
Beginning Liabilities & Equity.....	13,927,261	11,757,278	2,169,983
Ending Assets.....	15,382,296	13,927,261	1,455,035
Ending Liabilities & Equity.....	15,382,296	13,927,261	1,455,035
TAX RATES			
Marginal tax rate.....	39.0%	39.0%	0.0%
Effective tax rate.....	33.6%	30.4%	3.2%

2011

Federal Balance Sheet Summary

Page 1

Client 1

ALEXANDER OIL COMPANY

74-2572814

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ENDING ASSETS

Cash.....		499,196
Accounts receivable.....	11,114,489	
Less: Allowance for bad debts.....	(0)	11,114,489
Inventories.....		349,146
Other current assets.....		76,722
Other investments.....		163,785
Buildings and other assets.....	7,284,926	
Less: Accumulated depreciation.....	(4,563,879)	2,721,047
Other assets.....		457,911
Total Assets.....		15,382,296

ENDING LIABILITIES & EQUITY

Accounts payable.....		10,669,475
Long term notes payable.....		442,383
Common stock.....	295,950	295,950
Unappropriated retained earnings.....		3,974,488
Total Liabilities and Equity.....		15,382,296

2011

Federal Worksheets

Page 1

Client 1

ALEXANDER OIL COMPANY

74-2572814

7/20/12

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Federal Tax Computation

1. Taxable income (line 30, page 1, Form 1120)	\$ 311,117.
2. Share of \$50,000 tax bracket	50,000.
3. Subtract line 2 from line 1	261,117.
4. Lesser of line 3 or share of \$25,000 tax bracket	25,000.
5. Subtract line 4 from line 3	236,117.
6. Lesser of line 5 or share of \$9,925,000 tax bracket	236,117.
7. Subtract line 6 from line 5	0.
8. Multiply line 2 by 15%	7,500.
9. Multiply line 4 by 25%	6,250.
10. Multiply line 6 by 34%	80,280.
11. Multiply line 7 by 35%	0.
12. Additional 5% tax not to exceed \$11,750	10,556.
13. Additional 3% tax not to exceed \$100,000	0.
14. Add lines 8 through 13. Schedule J, line 2	104,586.

Adjusted Current Earnings Worksheet

▶ See ACE Worksheet Instructions (which begin on page 8).

CPCA1402L 01/09/07

1	Pre-adjustment AMTI. Enter the amount from line 3 of Form 4626	1	283,000.
2	ACE depreciation adjustment:		
a	AMT depreciation	2a	413,485.
b	ACE depreciation: Sec. 179 267,456.		
(1)	Post-1993 property	2b(1)	146,029.
(2)	Post-1989, pre-1994 property	2b(2)	
(3)	Pre-1990 MACRS property	2b(3)	
(4)	Pre-1990 original ACRS property	2b(4)	
(5)	Property described in sections 168(f)(1) through (4)	2b(5)	
(6)	Other property	2b(6)	
(7)	Total ACE depreciation. Add lines 2b(1) through 2b(6)	2b(7)	413,485.
c	ACE depreciation adjustment. Subtract line 2b(7) from line 2a	2c	0.
3	Inclusion in ACE of items included in earnings and profits (E&P):		
a	Tax-exempt interest income	3a	
b	Death benefits from life insurance contracts	3b	
c	All other distributions from life insurance contracts (including surrenders)	3c	
d	Inside buildup of undistributed income in life insurance contracts	3d	
e	Other items (see Regulations sections 1.56(g) - 1(c)(6)(iii) through (ix) for a partial list)	3e	
f	Total increase to ACE from inclusion in ACE of items included in E&P. Add lines 3a through 3e	3f	0.
4	Disallowance of items not deductible from E&P:		
a	Certain dividends received	4a	
b	Dividends paid on certain preferred stock of public utilities that are deductible under section 247	4b	
c	Dividends paid to an ESOP that are deductible under section 404(k)	4c	
d	Nonpatronage dividends that are paid and deductible under section 1382(c)	4d	
e	Other items (see Regulations sections 1.56(g) - 1(d)(3)(i) and (ii) for a partial list)	4e	
f	Total increase to ACE because of disallowance of items not deductible from E&P. Add lines 4a through 4e	4f	0.
5	Other adjustments based on rules for figuring E&P:		
a	Intangible drilling costs	5a	
b	Circulation expenditures	5b	
c	Organizational expenditures	5c	
d	LIFO inventory adjustments	5d	
e	Installment sales	5e	
f	Total other E&P adjustments. Combine lines 5a through 5e	5f	0.
6	Disallowance of loss on exchange of debt pools	6	
7	Acquisition expenses of life insurance companies for qualified foreign contracts	7	
8	Depletion	8	
9	Basis adjustments in determining gain or loss from sale or exchange of pre-1994 property	9	
10	Adjusted current earnings. Combine lines 1, 2c, 3f, 4f, and 5f through 9. Enter the result here and on line 4a of Form 4626	10	283,000.

12/31/11

2011 Federal Depreciation Schedule

Page 1

Client 1

ALEXANDER OIL COMPANY

74-2572814

7/20/12

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No.	Description	Date Acquired	Date Sold	Cost/ Basis	Bus. Pct.	Cur 179 Bonus	Special Dep. Allow.	Prior 179/ Bonus/ Sp. Dep.	Prior Dec. Bal. Dep.	Salvage /Basis Reductn	Depr. Basis	Prior Depr.	Method	Life	Rate	Current Depr.	
Form 1120																	
1	Old Items	12/01/92		67,685							67,685	57,145	S/L HY	5		0	
2	ATC -2003 Items	7/01/03		231,894				161,020			70,874	70,874	200DB HY	7		0	
3	Cadillac	7/01/03		41,250							41,250	19,785	S/L HY	5		1,775	
4	AOC - 2004 Items	6/30/04		128,270				114,135			14,135	14,135	200DB HY	5		0	
5	ATC - 2004 Items	6/30/04		159,801				79,901			79,900	79,900	200DB HY	5		0	
6	ATC - 2005 Items	6/30/05		412,345				258,673			153,672	153,672	200DB HY	5		0	
7	ATC - 2006 Items	1/01/06		153,596				56,354			97,242	91,639	200DB HY	5	.05760	5,603	
8	ATC - 2007 Items	1/01/07		382,023				63,318			318,705	263,633	200DB HY	5	.11520	36,715	
9	AOC - 2007 Items	1/01/07		61,862				61,682			180	150	200DB HY	5	.11520	21	
10	AOC - 2008 Items	12/31/07		120,000							120,000	75,264	200DB HY	5	.11520	13,824	
11	AOC - 2008 Items	6/30/08		39,928							39,928	28,429	200DB HY	5	.11520	4,600	
12	AOC - 2008 Items	6/30/08		269,656				250,000			19,656	13,995	200DB HY	5	.11520	2,264	
13	ATC - 2008 Items	6/30/08		174,469				70,000			104,469	74,382	200DB HY	5	.11520	12,035	
14	ATC - 2009 Items	6/30/09		196,069				70,000			126,069	65,556	200DB HY	5	.19200	24,205	
15	AOC - 2009 Items	6/30/09		250,000				250,000			0		200DB HY	5		0	
16	AOC - 2009 Items	6/30/09		175,731				87,866			87,865	45,690	200DB HY	5	.19200	16,870	
17	AOC - 2010 ITEMS	6/30/10		41,801				41,801			0		200DB HY	5		0	
18	ATC - 2010 ITEMS	6/30/10		196,069				196,069			0		200DB HY	5		0	
19	ATC - 2011 Items	6/30/11		256,051		256,051					0		200DB HY	5		0	
20	AOC - 2011 Items	6/30/11		11,405		11,405					0		200DB HY	5		0	
Total				3,369,905		267,456	0	1,760,819	0	0	1,341,630	1,054,249					117,912
Total Depreciation				3,369,905		267,456	0	1,760,819	0	0	1,341,630	1,054,249					117,912

12/31/11

2011 Federal Depreciation Schedule

Page 2

Client 1

ALEXANDER OIL COMPANY

74-2572814

7/20/12

09:51AM

No.	Description	Date Acquired	Date Sold	Cost/ Basis	Bus. Pct	Cur 179 Bonus	Special Depr. Allow	Prior 179/ Bonus/ Sp Depr	Prior Dec. Bal. Depr	Salvage /Basis Reductn	Depr. Basis	Prior Depr	Method	Life	Rate	Current Depr
Grand Total Depreciation				<u>3,369,905</u>		<u>267,456</u>	<u>0</u>	<u>1,760,819</u>	<u>0</u>	<u>0</u>	<u>1,341,630</u>	<u>1,054,249</u>				<u>117,912</u>

CLIENT 1

JIM PLUMMER, CPA
PO BOX 671
BRENHAM, TX 77834-0671
(979) 836-5643

August 9, 2012

ALEXANDER OIL COMPANY
POST OFFICE BOX 769
BRENHAM, TX 778340769

Dear Client:

Your 2011 Federal Corporation Income Tax Return will be electronically filed with the Internal Revenue Service upon receipt of a signed Form 8879C - IRS e-file Signature Authorization. There is a balance of \$44,586 payable by March 15, 2012.

All payments due must be electronically deposited through the Electronic Federal Tax Payment System (EFTPS). For EFTPS deposits to be made on time, the transaction must be initiated at least one business day before the date the deposit is due.

Your estimated tax schedule for 2012 is listed below:

Due Date		Federal
4/16/12	\$	26,147
6/15/12		26,147
9/17/12		26,147
12/17/12		26,147
	\$	<hr/> 104,588

Please be sure to call if you have any questions.

Sincerely,

COPY

Jim Plummer

IRS e-file Signature Authorization
for Form 1120

OMB No. 1545-1864

2011

Department of the Treasury
Internal Revenue Service

For calendar year 2011, or tax year beginning _____, 2011, ending _____

▶ See instructions. Do not send to the IRS. Keep for your records.

Name of corporation

ALEXANDER OIL COMPANY

Employer identification number

74-2572814

Part I Tax Return Information (Whole dollars only)

1	Total income (Form 1120, line 11)	1	4,339,003.
2	Taxable income (Form 1120, line 30)	2	311,117.
3	Total tax (Form 1120, line 31)	3	104,586.
4	Amount owed (Form 1120, line 34)	4	44,586.
5	Overpayment (Form 1120, line 35)	5	

Part II Declaration and Signature Authorization of Officer (Be sure to get a copy of the corporation's return)

Under penalties of perjury, I declare that I am an officer of the above corporation and that I have examined a copy of the corporation's 2011 electronic income tax return and accompanying schedules and statements and to the best of my knowledge and belief, it is true, correct, and complete. I further declare that the amounts in Part I above are the amounts shown on the copy of the corporation's electronic income tax return. I consent to allow my electronic return originator (ERO), transmitter, or intermediate service provider to send the corporation's return to the IRS and to receive from the IRS (a) an acknowledgement of receipt or reason for rejection of the transmission, (b) the reason for any delay in processing the return or refund, and (c) the date of any refund. If applicable, I authorize the U.S. Treasury and its designated Financial Agent to initiate an electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of the corporation's federal taxes owed on this return, and the financial institution to debit the entry to this account. To revoke a payment, I must contact the U.S. Treasury Financial Agent at 1-888-353-4537 no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment. I have selected a personal identification number (PIN) as my signature for the corporation's electronic income tax return and, if applicable, the corporation's consent to electronic funds withdrawal.

Officer's PIN: check one box only

☒ I authorize JIM PLUMMER, CPA to enter my PIN 00001 as my signature
ERO firm name do not enter all zeros
on the corporation's 2011 electronically filed income tax return.

☐ As an officer of the corporation, I will enter my PIN as my signature on the corporation's 2011 electronically filed income tax return.

Officer's signature ▶ Jay T. Alexander Date ▶ 8-14-12 Title ▶ Vice-President

Part III Certification and Authentication

ERO's EFIN/PIN. Enter your six-digit EFIN followed by your five-digit self-selected PIN 70192777833
do not enter all zeros

I certify that the above numeric entry is my PIN, which is my signature on the 2011 electronically filed income tax return for the corporation indicated above. I confirm that I am submitting this return in accordance with the requirements of Pub 3112, IRS e-file Application and Participation, and Pub 4163, Modernized e-File (MeF) Information for Authorized IRS e-file Providers for Business Returns.

ERO's signature ▶ Jm Plummer Date ▶ 8-14-12

ERO Must Retain This Form - See Instructions
Do Not Submit This Form to the IRS Unless Requested To Do So

BAA For Paperwork Reduction Act Notice, see Instructions.

Form 8879-C (2011)